

BEFORE THE TENNESSEE REGULATORY AUTHORITY

NASHVILLE, TENNESSEE

November 14, 2001

IN RE:

**NASHVILLE GAS COMPANY, A DIVISION OF
PIEDMONT NATURAL GAS COMPANY WEATHER
NORMALIZATION ADJUSTMENT AUDIT**

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**DOCKET NO.
01-00592**

**ORDER ADOPTING WNA AUDIT REPORT OF THE ENERGY AND WATER
DIVISION OF THE TENNESSEE REGULATORY AUTHORITY**

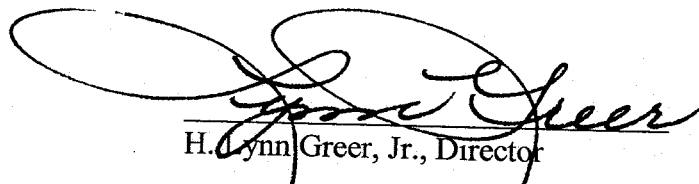
This matter came before the Tennessee Regulatory Authority (the "Authority") at a regularly scheduled Authority Conference held on August 21, 2001, for the consideration of the audit findings of the Authority's Energy and Water Division (the "Staff") after review of Nashville Gas Company's ("NGC") Weather Normalization Adjustment ("WNA") for the period November 1, 2000 through March 31, 2001. The WNA Audit Report, attached hereto as Exhibit A and incorporated in this Order by this reference, reports one finding for the audit period under review. This finding is that NGC used inaccurate actual daily heating degree days in the calculation of the WNA factor. The Audit Report states that this problem occurred through no fault of NGC. The Audit Report states that NGC agrees with this finding. According to the Audit Report, this finding shows an over-recovery from NGC's ratepayers in the amount of \$2,966 for the audit period, and the Staff recommends that the over-collection be included in NGC's next Actual Cost Adjustment filing with the Authority. As stated in the Audit Report, the Staff concludes that NGC is correctly implementing the mechanics of the WNA Rider as specified by the Authority and included in the Company's tariff.

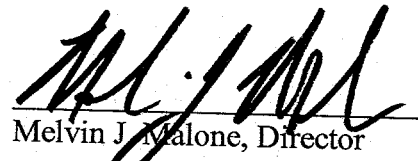
After consideration of the WNA Audit Report, the Authority unanimously approved the findings and conclusion contained therein.

IT IS THEREFORE ORDERED THAT:

1. The WNA Audit Report, a copy of which is attached to this order as Exhibit A, is approved and adopted, including the findings and conclusions contained therein, and is incorporated in this Order as if fully rewritten herein; and
2. Any party aggrieved by the Authority's decision in this matter may file a Petition for Reconsideration with the Authority within fifteen (15) days from the date of this Order.


Sara Kyle, Chairman


H. Lynn Greer, Jr., Director


Melvin J. Malone, Director

ATTEST:


K. David Waddell, Executive Secretary